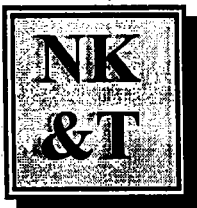


QUALITY SUPPORT SOLUTIONS, INC.

**Financial Statements
(With Accountants' Report)**

December 31, 2005 (Reviewed) and 2004 (Compiled)



Nievaard, Kofoed & Teran, P.C.

Certified Public Accountants

Hans Nievaard, CPA
Alfred J. Kofoed, CPA
Bruce M. Teran, CPA

To the Board of Directors
Quality Support Solutions, Inc.
Salt Lake City, Utah

We have reviewed the accompanying statement of financial position of Quality Support Solutions, Inc. (a non-profit corporation) as of December 31, 2005 and the related statements of activities, functional expenses and cash flows for the year then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. All information included in these financial statements is the representation of the management of Quality Support Solutions.

A review consists principally of inquiries of Company personnel and analytical procedures applied to financial data. It is substantially less in scope than an audit in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

Based on our review, we are not aware of any material modifications that should be made to the 2005 financial statements in order for them to be in conformity with generally accepted accounting principles.

The accompanying 2004 financial statements of Quality Support Solutions were compiled by us in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. A compilation is limited to presenting in the form of financial statements information that is the representation of management. We have not audited or reviewed the 2004 financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

Nievaard, Kofoed & Teran, P.C.

Nievaard, Kofoed & Teran, P.C.

June 14, 2006

Quality Support Solutions, Inc.
Statements of Financial Position
December 31, 2005 (Reviewed) and 2004 (Compiled)

	<u>2005</u>	<u>2004</u>
Assets		
Current Assets		
Cash	\$ 8,435	1,133
Receivables		
State contract	20,060	19,698
Due from employees	<u>2,000</u>	<u>3,602</u>
Total receivables	22,060	23,300
Less: allowance for doubtful accounts	<u>-</u>	<u>-</u>
Net receivables	22,060	23,300
Prepaid expenses	<u>1,272</u>	<u>258</u>
Total Current Assets	31,767	24,691
Property & Equipment (Notes B & D)		
Office equipment and furniture	3,688	-
Less: accumulated depreciation	<u>(275)</u>	<u>-</u>
Net property and equipment	3,413	-
Other Assets		
Intangible asset, net of amortization (Note B)	<u>-</u>	<u>1,000</u>
Total Assets	<u>\$ 35,180</u>	<u>25,691</u>
Liabilities and Net Assets		
Current Liabilities		
Due to related party (Note E)	\$ 6,000	5,000
Accrued liabilities		
Accrued payroll	14,986	14,434
Accrued payroll taxes	4,968	4,051
Accrued interest on related party debt	<u>1,093</u>	<u>905</u>
Total accrued liabilities	21,047	19,390
Total Current Liabilities	<u>27,047</u>	<u>24,390</u>
Net Assets- unrestricted	<u>8,133</u>	<u>1,301</u>
Total Liabilities and Net Assets	<u>\$ 35,180</u>	<u>25,691</u>

See accompanying notes and accountants' report.

Quality Support Solutions, Inc.
Statements of Activities
Years Ended December 31, 2005 (Reviewed) and 2004 (Compiled)

	<u>2005</u>	<u>2004</u>
Unrestricted Net Assets		
Revenues		
State (Notes A & C)	\$ 227,647	182,769
Other	750	-
Interest	<u>23</u>	<u>21</u>
Total Revenues	228,420	182,790
Expenses		
Employee related costs	203,798	161,165
General and administrative costs	<u>17,790</u>	<u>13,534</u>
Total Expenses	<u>221,588</u>	<u>174,699</u>
Increase in Unrestricted Net Assets	6,832	8,091
Net assets - unrestricted, beginning of year	<u>1,301</u>	<u>(6,790)</u>
Net assets - unrestricted, end of year	\$ <u><u>8,133</u></u>	<u><u>1,301</u></u>

See accompanying notes and accountants' report.

Quality Support Solutions, Inc.
Statements of Cash Flows
Years Ended December 31, 2005 (Reviewed) and 2004 (Compiled)

	<u>2005</u>	<u>2004</u>
Cash Flows from Operating Activities		
Increase in unrestricted net assets	\$ 6,832	8,091
Adjustments to reconcile change in unrestricted net assets to net cash provided (used) by operating activities		
Depreciation	275	-
Amortization	1,000	1,000
(Increase) or decrease in:		
Net receivables	1,240	(7,985)
Prepaid rent and expenses	(1,014)	(73)
Increase or (decrease) in:		
Accounts payable	-	(22)
Deferred revenue	-	(5,000)
Due to related party	1,000	(5,000)
Accrued liabilities	1,657	4,889
Total adjustments	<u>4,158</u>	<u>(12,191)</u>
Net Cash Provided (Used) by Operating Activities	10,990	(4,100)
Cash Flows from Investing Activities		
Purchase of property & equipment	<u>(3,688)</u>	<u>-</u>
Net Cash Used by Investing Activities	(3,688)	-
Cash Flows from Financing Activities		
None	<u>-</u>	<u>-</u>
Net Cash Provided by Financing Activities	-	-
Net Increase (Decrease) in Cash	7,302	(4,100)
Cash at beginning of year	<u>1,133</u>	<u>5,233</u>
Cash at end of year	<u>\$ 8,435</u>	<u>1,133</u>

See accompanying notes and accountants' report.

Quality Support Solutions, Inc.
Statements of Cash Flows (Continued)
Years Ended December 31, 2005 (Reviewed) and 2004 (Compiled)

	<u>2005</u>	<u>2004</u>
Schedule of Noncash Investing and Financing Activities		
Acquisition of property and equipment		
Cost of property and equipment	\$ 3,688	-
Liabilities assumed	<u>-</u>	<u>-</u>
Cash paid	<u>\$ 3,688</u>	<u>-</u>
Schedule of Additional Cash Flow Information		
Cash paid during the period for:		
Interest expense	<u>\$ -</u>	<u>-</u>

See accompanying notes and accountants' report.

Quality Support Solutions, Inc.
Statements of Functional Expenses
Years Ended December 31, 2005 (Reviewed) and 2004 (Compiled)

	/-----Year Ended December 31, 2005-----/		/-----Year Ended December 31, 2004-----/	
	Total Expense	Administrative	Program	Total Expense
Employee Related Expenses				
Wages and salaries	\$ 65,500	19,650	45,850	57,600
Executive Director	118,660	-	118,660	88,150
Other Employees	184,160	19,650	164,510	145,750
Total of wages and salaries				
				37,440
				88,150
				125,590
Payroll related expenses				
Payroll taxes	14,611	1,559	13,052	11,143
Conferences, workshops and training	5,027	-	5,027	4,272
Total of payroll related expenses	19,638	1,559	18,079	15,415
Total employee related expenses	203,798	21,209	182,589	161,165
				9,602
				4,272
				13,874
				139,464
General and Administrative Expenses				
Telephone	5,351	323	5,028	2,675
Meetings	2,187	-	2,187	5,046
Insurance	2,096	2,096	-	1,469
Professional fees	1,870	1,870	-	1,115
Office rent (Note F)	1,434	1,434	-	-
Supplies	1,270	1,270	-	618
Amortization (Note B)	1,000	1,000	-	1,000
Miscellaneous	733	-	733	402
Dues and subscriptions	395	395	-	220
Copies	392	392	-	390
Bank charges	339	339	-	336
Depreciation (Notes B & D)	275	275	-	-
Interest expense	188	-	188	185
Postage	138	138	-	71
Office expense	122	122	-	-
Business taxes and licenses	-	-	-	7
Total general and administrative	17,790	9,654	8,136	13,534
				3,877
				9,657
Total Expenses	\$ 221,588	30,863	190,725	174,699
				25,578
				149,121

See accompanying notes and accountants' report.

Quality Support Solutions, Inc.
Notes to Financial Statements
December 31, 2005 (Reviewed) and 2004 (Compiled)

Note A - Organization

Quality Support Solutions, Inc. is a nonprofit corporation organized exclusively for social, service, charitable and educational purposes. More specifically, the Organization supports the realization of self-determination and improved life quality for persons with disabilities. The Organization was incorporated on May 22, 2000 but did not begin to receive funding until February 2001. Funding for the Organization comes from a service contract agreement with Utah Division of Services for People with Disabilities. In addition, the Organization receives funding for qualified applicants from the Utah Office of Rehabilitation.

Note B - Summary of Significant Accounting Policies

Basis of Accounting

The Organization's financial records are maintained on the accrual basis of accounting. Using this method, revenues are recognized when earned and expenses are recognized when incurred. In the accompanying financial statements, accounts have been combined and presented for the Organization in accordance with the provisions of Statement of Financial Accounting Standards No. 117, "Financial Statements of Not-for-Profit Organizations".

Accounts Receivable

Receivables represent amounts due under state contracts for funds that have been earned but not received.

Property and Equipment

Property and equipment are stated at cost. Depreciation is computed using the straight-line method over the estimated useful lives of the individual assets, ranging from five to seven years.

Intangible Asset

Intangible asset represents \$5,000 in costs incurred to start-up the business. The start-up costs are being amortized over a five year period.

Income Tax Status

The Organization was incorporated in the state of Utah as a non-profit corporation and is exempt from income taxes as provided under Section 501(c)(3) of the Internal Revenue Code. The Organization filed an application with the Internal Revenue Service and was granted exempt status.

Concentrations of Credit Risk

The company places its cash with high quality credit institutions. Cash balances may periodically exceed the FDIC insurance limits.

Quality Support Solutions, Inc.
Notes to Financial Statements (Continued)
December 31, 2005 (Reviewed) and 2004 (Compiled)

Note B - Summary of Significant Accounting Policies (Continued)

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect reported amounts of assets and liabilities, disclosures of contingent assets and liabilities at the date of the financial statements, and reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

Note C - Major Customer and Credit Risk Concentration

The majority of the Organization's revenue comes from a contract with the Utah Division of Services for People with Disabilities. The contract runs through June 2010 and is expected to be renewed upon completion.

Note D - Property & Equipment

Property and equipment as of December 31, 2005 consisted of the following:

	<u>Life Years</u>	<u>Method</u>	<u>Cost</u>	<u>Accumulated Depreciation</u>	<u>Net Carrying Value</u>
Office equipment and furniture	5-7	SL	<u>\$ 3,688</u>	<u>275</u>	<u>3,413</u>

Depreciation expense for the year ended December 31, 2005 was \$275.

Note E - Related Party Transactions

The Organization had the following related party payable at
December 31, 2005 and 2004:

	<u>2005</u>	<u>2004</u>
Demand note payable to Executive Director for loans made to cover operating expenses, bearing interest calculated at applicable federal rate adjusted annually	<u>\$ 6,000</u>	<u>5,000</u>

Note F - Operating Leases

The Organization leases office space for \$592 per month. The lease covers the period from Nov. 1, 2005 through October 31, 2006.